

**MINUTES OF THE SPECIAL MEETING OF THE  
BOARD OF DIRECTORS OF UNITED LAGUNA HILLS MUTUAL  
A CALIFORNIA NON-PROFIT MUTUAL BENEFIT CORPORATION**

**April 18, 2008**

A Special Meeting of the United Laguna Hills Mutual Board of Directors, a California non-profit mutual benefit corporation, was held on Friday April 18, 2008, immediately following the KPMG Presentation of Audited Financial Statements held at 1:30 P.M., at 24351 El Toro Road, Laguna Woods, California.

Directors Present: Beth O'Brien, Jan McLaughlin, Linda Wilson, Mary Stone, Bevan Strom, Burns Nugent, Jim McNulty, Maxine McIntosh, Lloyd Foster

Directors Absent: Marty Rubin, John Dalis

Staff Present: Janet Price, Milt Johns, Patty Fox

Others Present: Mark Tillotson and Mark Thomas of KPMG

Beth O'Brien, President of the Corporation, called the meeting to order at 3:00 P.M., established a quorum, and entertained a motion to approve the 2007 audited financial statements for United Laguna Hills Mutual.

Upon motion duly made, seconded and carried by a vote of 8-0-0, the Board of Directors adopted the following resolution:

**RESOLUTION 01-08-66**

**RESOLVED**, April 18, 2008, that the Board of Directors of this Corporation has reviewed the financial statements for United Laguna Hills Mutual for the year ending December 31, 2007, as audited by KPMG and approves a final report for publication; and

**RESOLVED FURTHER**, a condensed financial statement shall be delivered by mail to all Mutual Members.

During its Regular Executive Session Meeting of April 8, 2008, the Board of Directors reviewed, revised and approved the Special Executive Session Meeting Minutes of March 5, 2008 and the Regular Executive Session Meeting Minutes of March 11, 2008. The Board heard five (5) regular disciplinary hearings and one (1) disciplinary appeal hearing and sustained fines totaling \$500 and imposed a fine of \$100 for violations of the Mutual's rules and regulations. The Board also discussed other member disciplinary, contractual, and pending litigation matters.

**ADJOURNMENT**

There being no further business to come before the Board of Directors, the special meeting was adjourned at 3:07 P.M.

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Linda Wilson, Secretary